

UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK

In re Lexington Precision Corporation and Lexington Rubber Group, Inc  
Debtor

Case No. 08-11153 & 08-11156  
Reporting Period: October 2008

Federal Tax I.D. # 22-1830121 & 13-3525759

**CORPORATE MONTHLY OPERATING REPORT – October 2008**

File with the Court and submit a copy to the United States Trustee within 20 days after the end of the month and submit a copy of the report to any official committee appointed in the case.

(Reports for Rochester and Buffalo Divisions of Western District of New York are due 15 days after the end of the month, as are the reports for Southern District of New York.)

REQUIRED DOCUMENTS	Form No.	Document Attached	Explanation Attached
Schedule of Cash Receipts and Disbursements	MOR-1	Yes	Waived**
Bank Reconciliation (or copies of debtor's bank reconciliations)	MOR-1 (CON'T)	No	Waived**
Copies of bank statements		No	Waived**
Cash disbursements journals		No	Waived**
Statement of Operations	MOR-2	Yes	Consolidated Statement of Operations
Reorganization items paid	MOR-2 (Cont.)	Yes	No explanation necessary.
Balance Sheet	MOR-3	Yes	Consolidated Statement of Operations
Status of Post-petition Taxes	MOR-4	Yes	No explanation necessary.
Copies of IRS Form 6123 or payment receipt		No	Waived**
Copies of tax returns filed during reporting period		No	Waived**
Summary of Unpaid Post-petition Debts	MOR-4	Yes	No explanation necessary.
Listing of Aged Accounts Payable		No	All post-petition accounts payable are current.
Accounts Receivable Reconciliation and Aging	MOR-5	Yes	No explanation necessary.
Taxes Reconciliation and Aging	MOR-5	Yes	No explanation necessary.
Payments to Insiders and Professional	MOR-6	Yes	No explanation necessary.
Post Petition Status of Secured Notes	MOR-6	Yes	No explanation necessary.
Debtor Questionnaire	MOR-7	Yes	No explanation necessary.

I declare under penalty of perjury (28 U.S.C. Section 1746) that this report and the attached documents are true and correct to the best of my knowledge and belief.

Signature of Debtor

Date

Signature of Authorized Individual\*

Date November 26, 2008

Printed Name of Authorized Individual Dennis J. Welhouse

Date November 26, 2008

Senior vice President and CFO

\*Authorized individual must be an officer, director or shareholder if debtor is a corporation; a partner if debtor is a partnership; a manager or member if debtor is a limited liability company.

\*\* Inclusion of this and certain other information has been waived per discussions with Official Creditors' Committee and the Office of the United States Trustee.

### SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Amounts reported should be from the debtor's books and not the bank statement. The beginning cash should be the ending cash from the prior month or, if this is the first report, the amount should be the balance on the date the petition was filed. The amounts reported in the "CURRENT MONTH - ACTUAL" column must equal the sum of the four bank account columns. Attach copies of the bank statements and the cash disbursements journal. The total disbursements listed in the disbursements journal must equal the total disbursements reported on this page. A bank reconciliation must be attached for each account. [See MOR-1 (CON'T)]

ACCOUNT NUMBER (LAST 4)	BANK ACCOUNTS				CURRENT MONTH ACTUAL (TOTAL OF ALL ACCOUNTS)
	OPER	PAYROLL	TAX	OTHER	
<b>CASH BEGINNING OF MONTH</b>					
<b>RECEIPTS</b>					
ACCOUNTS RECEIVABLE					1,138,944.18
DIP LOANS					-
OTHER: Premier Tool and Die					26,590.00
OTHER: Miscellaneous Receipts					17,977.28
<b>TOTAL RECEIPTS</b>					1,183,511.46
<b>DISBURSEMENTS</b>					
NET PAYROLL					
PAYROLL TAXES					
SALES, USE, & OTHER TAXES					
INVENTORY PURCHASES					
SECURED/ RENTAL/ LEASES					
INSURANCE					
ADMINISTRATIVE					
SELLING					
OTHER (ATTACH LIST)					
OWNER DRAW *					
TRANSFERS (TO DIP ACCTS)					
PROFESSIONAL FEES					
U.S. TRUSTEE QUARTERLY FEES					
COURT COSTS					
<b>TOTAL DISBURSEMENTS</b>					3,123,578.35
<b>NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)</b>					
<b>CASH - END OF MONTH</b>					

\* COMPENSATION TO SOLE PROPRIETORS FOR SERVICES RENDERED TO BANKRUPTCY ESTATE

### THE FOLLOWING SECTION MUST BE COMPLETED

DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES: (FROM CURRENT MONTH ACTUAL COLUMN)

<b>TOTAL DISBURSEMENTS</b>	\$3,123,578.35
LESS: TRANSFERS TO OTHER DEBTOR IN POSSESSION ACCOUNTS	\$0.00
PLUS: ESTATE DISBURSEMENTS MADE BY OUTSIDE SOURCES (i.e. from escrow accounts)	\$0.00
<b>TOTAL DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES</b>	\$3,123,578.35

## SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Amounts reported should be from the debtor's books and not the bank statement. The beginning cash should be the ending cash from the prior month or, if this is the first report, the amount should be the balance on the date the petition was filed. The amounts reported in the "CURRENT MONTH - ACTUAL" column must equal the sum of the four bank account columns. Attach copies of the bank statements and the cash disbursements journal. The total disbursements listed in the disbursements journal must equal the total disbursements reported on this page. A bank reconciliation must be attached for each account. [See MOR-1 (CON'T)]

	BANK ACCOUNTS				CURRENT MONTH ACTUAL (TOTAL OF ALL ACCOUNTS)
	OPER	PAYROLL	TAX	OTHER	
ACCOUNT NUMBER (LAST 4)					
CASH BEGINNING OF MONTH					
RECEIPTS					
ACCOUNTS RECEIVABLE					5,809,689.24
DIP LOANS					-
OTHER: Cobra					-
OTHER: Miscellaneous Receipts					16,764.57
<b>TOTAL RECEIPTS</b>					<b>5,826,453.81</b>
DISBURSEMENTS					
NET PAYROLL					
PAYROLL TAXES					
SALES, USE, & OTHER TAXES					
INVENTORY PURCHASES					
SECURED/ RENTAL/ LEASES					
INSURANCE					
ADMINISTRATIVE					
SELLING					
OTHER (ATTACH LIST)					
OWNER DRAW *					
TRANSFERS (TO DIP ACCTS)					
PROFESSIONAL FEES					
U.S. TRUSTEE QUARTERLY FEES					
COURT COSTS					
<b>TOTAL DISBURSEMENTS</b>					<b>4,636,357.74</b>
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)					
CASH - END OF MONTH					

\* COMPENSATION TO SOLE PROPRIETORS FOR SERVICES RENDERED TO BANKRUPTCY ESTATE

### THE FOLLOWING SECTION MUST BE COMPLETED

DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES: (FROM CURRENT MONTH ACTUAL COLUMN)

TOTAL DISBURSEMENTS	\$4,636,357.74
LESS: TRANSFERS TO OTHER DEBTOR IN POSSESSION ACCOUNTS	\$0.00
PLUS: ESTATE DISBURSEMENTS MADE BY OUTSIDE SOURCES (i.e. from escrow accounts)	\$0.00
<b>TOTAL DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES</b>	<b>\$4,636,357.74</b>

LEXINGTON PRECISION CORPORATION – CONSOLIDATED

October 2008

**CONSOLIDATED STATEMENTS OF EARNINGS**  
**MONTH**  
**in thousands of dollars**

Case no's 08-11153 & 08-11156

	MONTH	
	Actual	
Gross sales	6,199	100.4 %
Returns	11	0.2
Discounts & allowances	14	0.2
Net sales	6,174	100.0
Cost of sales:		
Material cost	2,119	34.3
Direct labor	604	9.8
Factory overhead	2,507	40.6
Total	5,230	84.7
Gross profit	944	15.3
Selling, general & admin. expense:		
Marketing & sales	98	1.6
General & administrative (1)	789	12.8
Total	887	14.4
Operating profit	57	0.9
Nonoperating expense (income):		
Interest expense (2)	706	11.4
Interest (income)	(14)	(0.2)
Unrealized loss (gain) on trading securities	—	—
Total	692	11.2
Earnings (loss) before taxes	(635)	(10.3)
Income taxes	5	0.1
Earnings (loss) from continuing operations	(640)	(10.4)
Income (loss) from discontinued operations	(12)	(0.2)
Net income (loss)	(652)	(10.6) %
<b>EBITDA:</b>		
Operating Profit	57	0.9 %
Depreciation	406	6.6
Amortization (operating only)	29	0.5
EBITDA	492	8.0 %

**Other Data & Statistics:**

Average number of employees (#)	562	NA
Sales per employee (\$)	132	NA

(1) Includes \$287,000 of expenses that are classified as reorganization items pursuant to SOP 90-7 and \$129,000 of consulting fees incurred in connection with a project to increase the profitability of the Company's rubber molding facility in Rock Hill, SC.

(2) Includes \$37,000 of interest for the holders of the Company's DIP loan during October 2008. Excludes interest expense of \$14,000 allocated to discontinued operations for the month of October 2008.

In re Lexington Precision Corporation - Consolidated  
Debtor

Case No. 08-11153 & 08-11156  
Reporting Period: October 2008

REORGANIZATION ITEMS		
Professional Fees		
Stout Risius Ross, Inc.	40,304.24	
Andrews Kurth	552,002.89	
Nixon Peabody	4,086.00	
U. S. Trustee Quarterly Fees - LRG	13,000.00	
U. S. Trustee Quarterly Fees - LPC	13,000.00	
Interest Paid to Lexington on Accumulated Cash from Chapter 11 - DIP Cash ( <i>see continuation sheet</i> )	9,926.91	
Interest Paid to Lexington on Accumulated Cash from Chapter 11 - Operating Cash ( <i>see continuation sheet</i> )	4,222.04	
Gain (Loss) from Sale of Equipment		
Other Reorganization Expenses ( <i>attach schedule</i> )		
DIP Interest	33,333.34	
CapitalSource Reimbursement	27,136.19	
Epiq Bankruptcy Solutions, LLC	74,676.86	
Intralinks, Inc.	1,500.00	
Total Reorganization Expenses		
Income Taxes		
Net Profit (Loss)		

\*"Insider" is defined in 11 U.S.C. Section 101(31).

#### BREAKDOWN OF "OTHER" CATEGORY

##### OTHER COSTS


##### OTHER OPERATIONAL EXPENSES


##### OTHER INCOME


##### OTHER EXPENSES


##### OTHER REORGANIZATION EXPENSES


#### Reorganization Items - Interest Earned on Accumulated Cash from Chapter 11:

Interest earned on cash accumulated during the chapter 11 case, which would not have been earned but for the bankruptcy proceeding, should be reported as a reorganization item.

LEXINGTON PRECISION CORPORATION – CONSOLIDATED

October 2008

**CONSOLIDATED BALANCE SHEETS**

in thousands of dollars

Case no's 08-11153 & 08-11156

<u>ASSETS</u>	<u>Actual</u>
Current assets:	
Cash	5,860
Marketable securities	116
Accounts receivable	9,400
Inventories	11,023
Prepaid expenses and other current assets	1,576
Deferred income taxes	98
Current assets of discontinued operations	5
Total current assets	<u>28,078</u>
Plant & equipment	
Land	2,254
Buildings	13,392
Machinery & equipment	<u>111,593</u>
	127,239
Accumulated depreciation	<u>108,198</u>
Plant & equipment, net	<u>19,041</u>
Plant & equipment of discontinued operations, net	1,248
Goodwill	7,623
Deferred financing expenses	–
Other assets	<u>692</u>
	<u>56,682</u>
<u>LIABILITIES &amp; SHAREHOLDERS' DEFICIT</u>	
Current liabilities:	
Accounts payable	7,435 (1)
Accrued income taxes	(3)
Accrued interest expense	12,591
Accrued operating expenses	5,287 (2)
Short-term debt	18,219 (3)
Current portion of LTD	55,694
Current liabilities of discontinued operations	<u>267 (1)</u>
Total current liabilities	<u>99,490</u>
Long-term debt, net of current portion	–
Long-term portion of post-retirement obligation	275
Other long term liabilities	106
Deferred income taxes	98
Shareholders' deficit:	
Common stock	1,242
Add'l paid-in-capital	13,194
Accumulated deficit	(57,625)
Accumulated other comprehensive loss	<u>(98)</u>
Total shareholders' deficit	<u>(43,287)</u>
	<u>56,682</u>

(1) As of October 31, 2008, accounts payable and current liabilities of discontinued operations include prepetition accounts payable in the amount of approximately \$5,432,000 and \$174,000, respectively. Accounts payable also includes \$513,000 of billings from attorneys, investment advisors, and other fees and expenses incurred in connection with the Company's filing under chapter 11 of the Bankruptcy Code.

(2) As of October 31, 2008, accrued expenses includes \$833,000 of fees and expenses accrued in connection with the Company's filing under chapter 11.

(3) Includes revolving line of credit in the amount of \$14,219,000 and the DIP loan in the amount of \$4,000,000.

Lexington Precision Corporation - Consolidated  
Case No. 08-11153 & 08-11156  
Status of Post-Petition Taxes  
October 2008

	10/1	10/2	10/8	10/9	10/13	10/14	10/15	10/16	10/17	10/22	10/23	10/29	10/30	Totals
<b>Federal</b>														
FICA - Employee	3,510.82	17,743.02	2,972.93	17,110.45	-	19,603.87	2,796.20	16,432.16	-	2,880.63	16,433.12	2,552.84	35,281.31	137,317.35
FICA - Employer	3,510.89	17,742.82	2,972.89	17,110.50	-	19,603.87	2,796.17	16,432.24	-	2,880.68	16,433.01	2,552.79	35,281.22	137,317.08
Unemployment	3.50	34.23	3.50	33.22	-	33.016	3.30	29.22	-	4.56	27.85	12.76	29.20	180.34
Income	3,816.59	18,648.66	3,575.30	18,432.28	-	33,016.82	3,383.04	17,267.56	-	3,862.77	18,999.96	3,122.02	49,349.30	171,276.32
Other:														
<b>Total Federal Taxes</b>	<b>10,841.80</b>	<b>54,168.73</b>	<b>9,524.82</b>	<b>52,686.45</b>	-	<b>72,224.56</b>	<b>8,980.71</b>	<b>50,160.20</b>	-	<b>9,428.64</b>	<b>49,893.94</b>	<b>8,240.41</b>	<b>119,941.03</b>	<b>446,091.09</b>
<b>State and Local</b>														
<b>GA - Georgia</b>														
Withholding	-	3,521.34	-	3,498.77	-	3,459.72	-	3,483.23	-	-	3,392.00	-	6,707.51	24,062.57
Unemployment	-	104.22	-	108.83	-	-	-	116.83	-	-	108.32	-	128.72	566.92
Real Property	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other:	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>NY - New York</b>														
Withholding	-	1,983.26	-	2,074.49	-	1,947.87	-	1,940.11	-	-	2,033.02	-	3,967.93	13,945.68
Unemployment	-	77.90	-	77.90	-	-	-	77.90	-	-	47.50	-	40.85	322.05
Real Property	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other: DI	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>OH - Ohio</b>														
Withholding	1,079.08	568.10	869.08	582.90	-	3,899.87	824.66	592.95	-	826.42	552.12	784.96	4,416.75	15,016.89
Unemployment	60.80	16.75	37.06	16.75	-	-	27.60	16.75	-	38.19	16.75	106.90	16.75	354.30
Real Property	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other:	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>PA - Pennsylvania</b>														
Withholding	82.07	-	63.18	-	-	-	65.60	-	-	64.14	-	61.21	-	336.20
Unemployment	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Real Property	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other:	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>SC - South Carolina</b>														
Withholding	-	2,755.54	-	2,448.89	-	2,710.94	-	2,246.47	-	-	2,192.33	-	4,754.29	17,108.46
Unemployment	-	59.94	-	65.73	-	-	-	43.88	-	-	46.89	-	37.01	253.45
Real Property	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other:	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>AK - Alaska</b>														
BR - Brewster VLG, OH	-	16.52	-	22.29	-	-	-	25.98	-	-	23.10	-	25.82	113.71
CA - Canton City, OH	-	17.96	-	20.02	-	-	-	18.81	-	-	15.55	-	12.11	82.45
CO - Columbus, OH	-	-	-	-	-	-	-	-	-	-	-	-	-	-
CS - Col SD, OH	7.16	-	5.40	-	-	-	5.40	-	-	5.40	-	5.40	-	28.76
GI - Girard City, OH	6.71	-	5.06	-	-	-	5.06	-	-	5.06	-	5.06	-	26.95
GR - Green City, OH	44.22	-	30.63	-	-	-	17.97	-	-	11.17	-	11.17	-	115.16
HU - Hubbard City, OH	-	-	-	-	-	-	-	-	-	-	-	-	-	-
MD - McDonald Vll, OH	-	-	-	-	-	-	-	-	-	-	-	-	-	-
NC - No Canton Ci, OH	-	-	-	-	-	-	-	-	-	-	-	-	-	-
NF - New Franklin, OH	46.66	-	33.13	-	-	-	-	-	-	-	-	-	-	87.50
NI - Niles City, OH	-	10.12	-	9.48	-	31.85	32.78	-	-	30.37	-	11.21	31.85	217.85
NP - New Philadel, OH	36.32	-	34.65	-	-	47.37	-	-	-	-	-	-	47.37	94.74
PP - Pepper Pike	-	-	-	-	-	89.74	34.20	-	-	36.06	-	7.34	7.34	41.69
PY - Pymatuning T, PA	-	-	-	-	-	20.23	-	-	-	-	-	32.79	89.74	353.50
SH - Sharon City, PA	11.36	-	10.48	-	-	94.42	-	-	-	-	-	-	20.23	40.46
SL - Springfield LS, OH	5.61	-	5.65	-	-	-	11.19	-	-	10.84	-	10.87	95.02	189.44
SP - Sherpsville, PA	-	-	-	-	-	-	5.73	-	-	5.61	-	5.61	-	54.74
ST - Struthers Ci, OH	5.32	-	-	-	-	-	-	-	-	-	-	-	-	28.21
SW - Stow City, OH	8.83	-	-	-	-	-	-	-	-	-	-	-	-	5.92
WA - Warren City, OH	-	-	-	-	-	-	-	-	-	-	-	-	-	6.63
YT - Youngstown C, OH	92.09	-	82.58	-	-	-	73.14	-	-	79.83	-	82.58	-	410.22
<b>Total State and Local</b>	<b>1,486.23</b>	<b>9,131.65</b>	<b>1,196.90</b>	<b>8,926.05</b>	-	<b>12,345.76</b>	<b>1,103.33</b>	<b>8,568.32</b>	-	<b>1,113.09</b>	<b>8,434.92</b>	<b>1,117.76</b>	<b>20,443.04</b>	<b>73,867.05</b>
<b>Total Payroll Taxes</b>	<b>12,328.03</b>	<b>63,300.38</b>	<b>10,721.52</b>	<b>61,612.50</b>	-	<b>84,570.32</b>	<b>10,084.04</b>	<b>58,728.52</b>	-	<b>10,541.73</b>	<b>58,328.86</b>	<b>9,358.17</b>	<b>140,384.07</b>	<b>519,958.14</b>
<b>Non-Payroll Taxes</b>														
Georgia Department of Revenue September 2008 Use Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	1,456.28
2007 Ohio Corporation Franchise Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	1,080.00
2007 Texas Franchise Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	2,085.00
State of Ohio Use Tax (7/1/08 - 9/30/08)	-	-	-	-	-	-	-	-	-	991.91	-	-	-	991.91
South Carolina Department of Revenue Use Tax (July, Aug. and Sept. 2008)	-	-	-	-	-	-	-	-	-	4,055.42	-	-	-	4,055.42
State of Michigan 3rd Quarter 2008 Franchise Tax	-	-	-	-	-	-	-	-	-	-	-	-	11,000.00	11,000.00
<b>Total Non Payroll Taxes</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,621.28</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,047.33</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>11,000.00</b>	<b>20,668.61</b>
<b>Total Taxes</b>	<b>12,328.03</b>	<b>63,300.38</b>	<b>10,721.52</b>	<b>61,612.50</b>	<b>4,621.28</b>	<b>84,570.32</b>	<b>10,084.04</b>	<b>58,728.52</b>	<b>5,047.33</b>	<b>10,541.73</b>	<b>58,328.86</b>	<b>9,358.17</b>	<b>151,384.07</b>	<b>540,626.75</b>

SUMMARY OF UNPAID POST-PETITION DEBITS

Amounts listed of accounts payable.

	Current	Number of Days Past Due			Over 90	Total
		0-30	31-60	61-90		
Accounts Payable						
Wages Payable						
Taxes Payable						
Rent/Leases-Building						
Rent/Leases-Equipment						
Secured Debt/Adequate						
Professional Fees						
Amounts Due to Insiders						
Other						
Other						
Total Post-petition Debits						

There are no unpaid post petition debts. All debts are either paid or within credit terms.

MOR - 4 (2)



In re Lexington Precision Corporation - Consolidated  
Debtor

Case No. 08-11153 & 08-11156  
Reporting Period: October 2008

### ACCOUNTS RECEIVABLE RECONCILIATION AND AGING

Accounts Receivable Reconciliation	
Total Accounts Receivable at the beginning of the reporting period	Amount 10,400,613.14
Plus: Amounts billed during the period	6,277,642.86
Less: Amounts collected during the period	6,948,633.42
Less: Miscellaneous adjustments	13,994.62
Total Accounts Receivable at the end of the reporting period	9,715,627.96

Accounts Receivable Aging	0-30 Days	31-60 Days	61-90 Days	91+ Days	Total
0 - 30 days old	5,468,499.62	-	-	-	5,468,499.62
31 - 60 days old	-	2,523,389.01	-	-	2,523,389.01
61 - 90 days old	-	-	866,302.55	-	866,302.55
91+ days old	-	-	-	857,436.78	857,436.78
Total Accounts Receivable	5,468,499.62	2,523,389.01	866,302.55	857,436.78	9,715,627.96
Less: Bad Debts (Amount considered uncollectible)	-	-	-	-	529,000.00
Plus: Accrual adjustment	-	-	-	-	213,000.00
Net Accounts Receivable	-	-	-	-	9,399,627.96

### TAXES RECONCILIATION AND AGING

Taxes Payable	0-30 Days	31-60 Days	61-90 Days	91+ Days	Total
0 - 30 days old					
31 - 60 days old					
61 - 90 days old					
91+ days old			All taxes are current.		
Total Taxes Payable					
Total Accounts Payable					

### PAYMENTS TO INSIDERS AND PROFESSIONALS

Of the total disbursements shown on the Cash Receipts and Disbursements Report (MOR-1) list the amount paid to insiders (as defined in Section 101(31)(A)-(F) of the U.S. Bankruptcy Code) and to professionals. For payments to insiders, identify the type of compensation paid (e.g. Salary, Bonus, Commissions, Insurance, Housing Allowance, Travel, Car Allowance, Etc.). Attach additional sheets if necessary.

INSIDERS			
NAME	TYPE OF PAYMENT	AMOUNT PAID	TOTAL PAID TO DATE
Lubin, Delano & Company	Quarterly Consulting Fee	175,000.00	
Lubin, Delano & Company	Quarterly Expense Reimbursement	27,500.00	
Lubin, Delano & Company	4th Quarter Board of Directors Fee	6,000.00	
Lubin, Delano & Company	Phone Board of Directors Meeting Fee	350.00	
Lubin, Delano & Company	Phone Board of Directors Meeting Fee	700.00	
Michael Lubin	Debtor-in-Possession Interest	16,666.67	
William B. Conner	Debtor-in-Possession Interest	12,500.00	
William B. Conner	4th Quarter Board of Directors Fee	3,000.00	
William B. Conner	Phone Board of Directors Meeting Fee	350.00	
William B. Conner	Phone Board of Directors Meeting Fee	350.00	
Kenneth I. Greenstein	4th Quarter Audit Fee	500.00	
Kenneth I. Greenstein	4th Quarter Board of Directors Fee	3,000.00	
Kenneth I. Greenstein	Phone Board of Directors Meeting Fee	350.00	
Kenneth I. Greenstein	Phone Board of Directors Meeting Fee	350.00	
Phoenix Advisors, LLC (Joseph A. Pardo)	4th Quarter Audit Fee	500.00	
Phoenix Advisors, LLC (Joseph A. Pardo)	4th Quarter Board of Directors Fee	3,000.00	
Phoenix Advisors, LLC (Joseph A. Pardo)	Phone Board of Directors Meeting Fee	350.00	
Elizabeth H. Ruml	4th Quarter Audit Fee	500.00	
Elizabeth H. Ruml	4th Quarter Board of Directors Fee	3,000.00	
Elizabeth H. Ruml	Phone Board of Directors Meeting Fee	350.00	
Elizabeth H. Ruml	Phone Board of Directors Meeting Fee	350.00	
Dennis J. Weihouse	10/15/08 Salary	6,716.67	
Dennis J. Weihouse	10/31/08 Salary	6,716.67	
Lubin, Delano & Company			629,900.00
Michael Lubin			135,555.55
William B. Conner			113,892.35
Kenneth I. Greenstein			14,200.00
Phoenix Advisors, LLC (Joseph A. Pardo)			13,850.00
Elizabeth H. Ruml			14,894.70
Dennis J. Weihouse			94,033.38
	TOTAL PAYMENTS TO INSIDERS	268,450.01	

PROFESSIONALS					
NAME	DATE OF COURT ORDER AUTHORIZING PAYMENT	AMOUNT APPROVED	AMOUNT PAID	TOTAL PAID TO DATE	TOTAL IN ARREARS UNPAID*
DeWolff, Boberg & Associates, Inc.			128,500.00	410,500.00	
Snell & Wilmer, LLP (1)			518.50	10,428.72	
Andrews Kurth LLP			552,002.89	552,002.89	132,483.80
Thompson Hine LLP (2)			13,799.52	34,748.50	
Malin, Bergquist & Company			8,000.00	39,618.89	
J. Stephen Shi, Attorney and Counselor at Law			1,104.00	3,887.00	
Stout Risius Ross, Inc.			40,304.24	205,833.43	36,129.03
Nixon Peabody LLP (3)			4,199.00	121,810.57	
TOTAL PAYMENTS TO PROFESSIONALS			748,428.15		

\* INCLUDE ALL FEES INCURRED, BOTH APPROVED AND UNAPPROVED

- (1) Total paid to date includes \$1,212.00 paid from retainer.
- (2) Total paid to date includes \$3,669.25 paid from retainer. This was not listed on previous operating reports.
- (3) Total paid to date has been paid from retainer and/or credits on account at Nibon Peabody LLP.

### POST-PETITION STATUS OF SECURED NOTES AND ADEQUATE PROTECTION PAYMENTS

NAME OF CREDITOR	SCHEDULED MONTHLY PAYMENT DUE	AMOUNT PAID DURING MONTH	TOTAL CREDIT FOR MONTH
CapitalSource finance LLC (as agent) 4445 Willard Avenue 12th Floor Chevy Chase, MD 20815 and Webster Business Credit Corporation 3600 Lexington Avenue, 5th Floor New York, NY 10017	208,333.33	208,333.33	7,083,333.42
CSE Mortgage LLC and DMD Special Situations units of CapitalSource finance LLC (as agent) 4445 Willard Avenue 12th Floor Chevy Chase, MD 20815	61,111.11	61,111.11	13,411,111.14
Commercial Alloys 1831 Highland Road Twinsburg, OH 44087	0.00	0.00	0.00
Great American Leasing Corporation PO Box 609 Cedar Rapids, Iowa 52406-0609	1,161.21	0.00	15,883.58
	TOTAL PAYMENTS	269,444.44	20,510,328.14

In re Lexington Precision Corporation - Consolidated  
Debtor

Case No. 08-11153 & 08-11156  
Reporting Period: October 2008

### DEBTOR QUESTIONNAIRE

	Must be completed each month. If the answer to any of the questions is "Yes", provide a detailed explanation of each item. Attach additional sheets if necessary.	Yes	No
1	Have any assets been sold or transferred outside the normal course of business this reporting period?		X
2	Have any funds been disbursed from any account other than a debtor in possession account this reporting period?		X
3	Is the Debtor delinquent in the timely filing of any post-petition tax returns?		X
4	Are workers compensation, general liability or other necessary insurance coverages expired or cancelled, or has the debtor received notice of expiration or cancellation of such policies?		X
5	Is the Debtor delinquent in paying any insurance premium payment?		X
6	Have any payments been made on pre-petition liabilities this reporting period?	X (see footnote (1))	
7	Are any post petition receivables (accounts, notes or loans) due from related parties?		X
8	Are any post petition payroll taxes past due?		X
9	Are any post petition State or Federal income taxes past due?		X
10	Are any post petition real estate taxes past due?		X
11	Are any other post petition taxes past due?		X
12	Have any pre-petition taxes been paid during this reporting period?		X
13	Are any amounts owed to post petition creditors delinquent?		X
14	Are any wage payments past due?		X
15	Have any post petition loans been received by the Debtor from any party?		X
16	Is the Debtor delinquent in paying any U.S. Trustee fees?		X
17	Is the Debtor delinquent with any court ordered payments to attorneys or other professionals?		X
18	Have the owners or shareholders received any compensation outside of the normal course of business?	X (see footnote (2))	

Pursuant to a stipulation and order allowing the administrative priority claims to Wacker Silicones (Wacker Chemical Corporation), on October 27, 2008, the

(1) Company paid \$387,658.76 to Wacker. In return, Wacker agreed to extend to the Company forty-five day credit terms and a credit limit of \$700,000 on the Company's postpetition purchases from Wacker.

(2) Michael A. Lubin, Chairman of the Board, and William B. Conner, a Director of the Company, received DIP interest during October 2008 in the amounts of \$16,666.67 and \$12,500.00, respectively.